

SENATE BILL 179

F3, B3

0lr1671
CF HB 125

By: **Senator McFadden**

Introduced and read first time: January 20, 2010

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Baltimore City Public School System – Exclusion from Amount of Bonds**
3 **Outstanding**

4 FOR the purpose of excluding Qualified School Construction Bonds from the limitation
5 on the aggregate principal amount of bonds outstanding for the Baltimore City
6 Public School System; and generally relating to an exclusion from the amount of
7 bonds outstanding for the Baltimore City Public School System.

8 BY repealing and reenacting, without amendments,
9 Article – Education
10 Section 4–306.2(a)
11 Annotated Code of Maryland
12 (2008 Replacement Volume and 2009 Supplement)

13 BY repealing and reenacting, with amendments,
14 Article – Education
15 Section 4–306.2(b)
16 Annotated Code of Maryland
17 (2008 Replacement Volume and 2009 Supplement)

18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
19 MARYLAND, That the Laws of Maryland read as follows:

20 **Article – Education**

21 4–306.2.

22 (a) The board may issue bonds for the purpose of financing or refinancing all
23 or any part of the costs of any project.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (b) **(1)** [The] **EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS**
2 **SUBSECTION, THE** aggregate principal amount of bonds outstanding, including the
3 amount of any reserve fund requirement established for the bonds, may not exceed, as
4 of the date that the bonds are issued, \$100,000,000.

5 **(2) THE AGGREGATE PRINCIPAL AMOUNT OF BONDS**
6 **OUTSTANDING DOES NOT INCLUDE QUALIFIED SCHOOL CONSTRUCTION BONDS**
7 **AS DEFINED IN § 54F OF THE INTERNAL REVENUE CODE.**

8 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
9 June 1, 2010.